

0001

BOND AMOUNT COMPUTATION

Applicant: Hub Research & Development Co., Inc.Permit Number: OTU 69857 Permitted Acreage: 3

Bonding Scheme (permit area, incremental, cumulative): _____

If Incremental:

Increment Number: _____

Increment Acreage: _____

If Cumulative:

Acres previously authorized for disturbance: 3New acres proposed for disturbance: 0Type of Operation: mine site (Reclamation)Location: So. Emery - miller canyonPrepared by: Sinbad Const. JD WickmanDate: 2/8/10Total Bond Amount: \$ 9680⁰⁰

A-1

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DIV. OF OIL, GAS & MINING

0001

Project: Miller Rock Mine
Date: 2/8/10
Prepared by: Shad / J.D.W.

WORKSHEET 1
DESCRIPTION OF THE WORST-CASE RECLAMATION SCENARIO

The proposed reclamation estimates have been calculated and or Projected based upon the assumption that no further reclamation would occur prior to the conclusion of site operations.

This reclamation estimate includes all portal closures, removal of surface structures as well as debris, machinery and all remaining mine related equipment, reclamation of all roads and trails as well as reclamation and reseeding of all disturbed areas for revegetation.

Assumptions:

No further disturbance accumulates or occurs outside the current areas affected at present time.

Data Source(s):

Personal visit to site.

Project: Miller Rock Mine
 Date: 7/8/10
 Prepared by: Stan Boed / JDW

**WORKSHEET 2
 STRUCTURE DEMOLITION AND DISPOSAL COSTS**

Structures to be demolished:

| Item | Construction Material | Volume (cubic feet) | Unit Cost Basis (\$) | Demolition Cost (\$) |
|-----------------|-----------------------|---------------------|----------------------|----------------------|
| old cabin | wood | 280 | 65 ⁰⁰ ph | 1200 ⁰⁰ |
| old mine equip. | metal | 300 | 65 phr | 1200 ⁰⁰ |
| old Hoppers | metal | 300 | 65 phr | 1200 ⁰⁰ |
| Misc. Debris | metal-wood | 200 | 65 phr | 900 ⁰⁰ |
| | | | | |
| | | | | |
| Subtotal | | | | |

Other items to be demolished (paved roads, conveyors, utility poles, rail spurs, etc.):



Subtotal = \$

Debris Handling and Disposal Costs:

Subtotal = \$

TOTAL DEMOLITION AND DISPOSAL = \$ 4500⁰⁰

Data Source(s):

WORKSHEET 3
MATERIAL HANDLING PLAN SUMMARY

[illegible]

Project: _____
 Date: _____
 Prepared by: _____

**WORKSHEET 4A
 EARTHWORK QUANTITY**

| Cross-Section/ Station | Distance Between Stations (ft) | End Area (ft ²) | Volume (yd ³)* | Adjust- ment Factor * (%) | Adjusted Volume (LCY) |
|---------------------------|-----------------------------------------|--------------------------------|-------------------------------|------------------------------------|-----------------------------|
| N/A | | | | | |
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| TOTALS | | | | | |

* See discussion of material volume estimates in Chapter 2, Step 2, Part II. B. of the Handbook.
 Select adjustment factor based on the state of the material to be moved.

Data Source(s):

Project: _____
Date: _____
Prepared by: _____

**WORKSHEET 4B
EARTHWORK QUANTITY**

Data Source(s):

N/A

Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 5 PRODUCTIVITY AND HOURS REQUIRED FOR DOZER USE

Earthmoving Activity:

Characterization of Dozer Used (type, size, etc.):

Description of Dozer Use (origin, destination, grade, haul distance, material, etc.):

Productivity Calculations:

$$\begin{aligned} \text{Operating Adjustment Factor} = & \frac{\text{operator}}{\text{factor}} \times \frac{\text{material}}{\text{factor}} \times \frac{\text{efficiency}}{\text{factor}} \times \frac{\text{grade}}{\text{factor}} \\ & \times \frac{\text{weight}}{\text{correction}} \times \frac{\text{production}}{\text{method/blade}} \times \frac{\text{visibility}}{\text{factor}} \times \frac{\text{elevation}}{\text{factor}} = \end{aligned}$$

$$\text{Net Hourly Production} = \frac{\text{normal hourly production}}{\text{LCY/hr}} \times \frac{\text{operating adjustment factor}}{\text{LCY/hr}} = \text{LCY/hr}$$

$$\text{Hours Required} = \frac{\text{volume to be moved}}{\text{LCY}} + \frac{\text{net hourly production}}{\text{LCY/hr}} = \text{hr}$$

Data Source(s):

N/A

Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 6 PRODUCTIVITY AND HOURS REQUIRED FOR DOZER USE-GRADING

Earthmoving Activity:

Characterization of Dozer Used (type, size, etc.):

Description of Dozer Use (% grade, effective blade width, operating speed, etc.):

Productivity Calculations:

$$\begin{aligned} \text{Operating Adjustment Factor} = & \frac{\text{operator}}{\text{factor}} \times \frac{\text{material}}{\text{factor}} \times \frac{\text{efficiency}}{\text{factor}} \times \frac{\text{grade}}{\text{factor}} \\ & \times \frac{\text{weight}}{\text{correction}} \times \frac{\text{production}}{\text{method/blade}} \times \frac{\text{visibility}}{\text{factor}} \times \frac{\text{elevation}}{\text{factor}} = \end{aligned}$$

$$\begin{aligned} \text{Hourly Production} = & \frac{\text{mi/hr}}{\text{average speed}} \times \frac{\text{ft}}{\text{effective blade width}} \times 5,280 \text{ ft/mi} \times 1 \text{ ac/43,560 ft}^2 \\ = & \text{ac/hr} \end{aligned}$$

$$\text{Net Hourly Production} = \frac{\text{ac/hr}}{\text{hourly production}} \times \frac{\text{operating adjustment}}{\text{factor}} = \text{ac/hr}$$

$$\text{Hours Required} = \frac{\text{ac}}{\text{area to be graded}} \div \frac{\text{ac/hr}}{\text{net hourly production}} = \text{hr}$$

Data Source(s):

N/A

Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 7 PRODUCTIVITY AND HOURS REQUIRED FOR RIPPER-EQUIPPED DOZER USE

Ripping Activity:

Characterization of Dozer and Ripper Use:

Description of Ripping (ripping depth, cut spacing, cut length, and material to be ripped):

Productivity Calculation:

$$\text{Cycle Time} = \left(\frac{\text{cut length}}{\text{ft}} + \frac{88 \text{ ft/min}}{\text{speed}} \right) + \frac{\text{min}}{\text{fixed turn time}^*} = \text{min/pass}$$

$$\text{Passes/Hour} = 60 \text{ min/hr} \div \frac{\text{min/pass}}{\text{cycle time}} \times \frac{\text{efficiency factor}}{\text{efficiency factor}} = \text{passes/hr}$$

$$\text{Volume Cut/Pass} = \left(\frac{\text{ft}}{\text{tool penetration}} \times \frac{\text{ft}}{\text{cut spacing}} \times \frac{\text{ft}}{\text{cut length}} \right) \div 27 \text{ ft}^3/\text{yd}^3$$

$$= \text{BCY/pass}$$

$$\text{Hourly Production} = \text{BCY/pass} \times \text{passes/hr} = \text{BCY/hr}$$

$$\text{Hours Required} = \frac{\text{bank volume to be ripped}^{**}}{\text{BCY}} \div \frac{\text{BCY/hr}}{\text{hourly production}} = \text{hr}$$

* Fixed turn time depends upon dozer used. 0.25 min/turn is normal.

** Remember to use the swell factor to convert from bank cubic yards to loose cubic yards when applying these data to Worksheet 5. Calculate separate dozer hauling of ripped material for each lift on that worksheet.

Data Source(s):

N/A

Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 8 PRODUCTIVITY AND HOURS REQUIRED FOR LOADER USE

Earthmoving Activity:

Characterization of Loader Use (type, size, etc.):

Description of Loader Use (origin, destination, grade, haul distance, etc.):

Productivity Calculations:

$$\text{Cycle time} = \frac{\text{haul time}}{\text{(loaded)}} \text{ min} + \frac{\text{return time}}{\text{(empty)}} \text{ min} + \frac{\text{basic cycle time}}{\text{min}} = \text{min}$$

$$\text{Net Bucket Capacity} = \frac{\text{heaped bucket capacity}}{\text{LCY}} \times \frac{\text{bucket fill factor}^*}{\text{LCY}} = \text{LCY}$$

$$\text{Hourly Production} = \frac{\text{net bucket capacity}}{\text{LCY}} + \frac{\text{min}}{\text{cycle time}} \times \frac{\text{efficiency factor}}{\text{min/hr}} \times 60 \text{ min/hr} = \text{LCY/hr}$$

$$\text{Hours Required} = \frac{\text{volume to be moved}}{\text{LCY}} + \frac{\text{LCY/hr}}{\text{hourly production}} = \text{hr}$$

* See loader section of equipment manual.

Data Source(s):

N/A

Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 9 PRODUCTIVITY AND HOURS REQUIRED FOR TRUCK USE

Earthmoving Activity:

Characterization of Truck Use (type, size, etc.):

Description of Truck Use (origin, destination, grade, haul distance, capacity, etc.):

Productivity Calculations:

$$\text{No. Loader Passes/Truck} = \frac{\text{truck capacity}^*}{\text{LCY}} + \frac{\text{loader bucket net capacity}}{\text{LCY}} = \frac{\text{LCY}}{\text{LCY}} \text{ passes}$$

(round down to nearest whole number)

$$\text{Net Truck Capacity} = \frac{\text{LCY} \times \text{loader bucket net capacity}}{\text{no. loader passes/truck}} = \text{LCY}$$

$$\text{Loading Time/Truck} = \frac{\text{loader cycle time (from Worksheet 8 or 10)}}{\text{no. loader passes/truck}} \text{ min} \times \text{no. loader passes/truck} = \text{min}$$

$$\text{Truck Cycle Time} = \frac{\text{haul time}}{\text{min}} + \frac{\text{return time}}{\text{min}} + \frac{\text{loading time}}{\text{min}} + \frac{\text{dump and maneuver time}}{\text{min}} = \text{min}$$

$$\text{No. Trucks Required} = \frac{\text{truck cycle time}}{\text{min}} + \frac{\text{total loading time}}{\text{min}} = \text{trucks}$$

$$\text{Production Rate} = \frac{\text{net truck capacity}}{\text{LCY}} \times \frac{\text{LCY}}{\text{no. trucks}} + \frac{\text{min}}{\text{truck cycle time}} = \text{LCY/min}$$

$$\text{Hourly Production} = \frac{\text{production rate}}{\text{LCY/min}} \times 60 \text{ min/hr} \times \frac{\text{min}}{\text{efficiency factor}} = \text{LCY/hr}$$

$$\text{Hours Required} = \frac{\text{volume to be moved}}{\text{LCY}} + \frac{\text{LCY/hr}}{\text{hourly production}} = \text{hr}$$

* Use the average of the struck and heaped capacities.

Data Source(s):

Project: Miller Rock
 Date: 2/8/10
 Prepared by: Sim bdd / JDW

WORKSHEET 10
PRODUCTIVITY FOR HYDRAULIC EXCAVATOR USE (BACKHOE OR POWER SHOVEL)

Earthmoving Activities:

Characterization of the Excavator Used (type, size, etc.):

Description of Excavator Used (loading geometry, materials, etc.):

Productivity Calculations:

$$\text{Net Bucket Capacity} = \frac{1.25}{\text{heaped bucket capacity}} \text{ LCY} \times \frac{1.0}{\text{bucket fill factor}^*} = 1.0 \text{ LCY}$$

$$\text{Hourly Production} = \frac{1.0}{\text{net bucket capacity}} \text{ LCY} \times 60 \text{ min/hr} \div \frac{60}{\text{cycle time}^{**}} \text{ min} \times \frac{120}{\text{efficiency factor}} = 120 \text{ LCY/hr}$$

$$\text{Hours Required} = \frac{20}{\text{volume to be handled}} \text{ LCY} \div \frac{120}{\text{net hourly production}} \text{ LCY/hr} = 20 \text{ hr}$$

* See loader section of the equipment manual.

** See excavator section of equipment manual.

Data Source(s):

W/A

 Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 11A **PRODUCTIVITY OF PUSH-PULL OR SELF-LOADING SCRAPER USE**

Earthmoving Activity:

Characterization of Scraper Used (type, capacity, etc.):

Description of Scraper Use (origin, destination, grade, haul distance, capacity, etc.):

Productivity Calculations:

$$\text{Cycle Time} = \frac{\text{min}}{\text{load time (push-pull is per pair)}} + \frac{\text{min}}{\text{loaded trip time}} + \frac{\text{min}}{\text{maneuver and spread time}} + \frac{\text{min}}{\text{return trip time}} = \frac{\text{min}}{\text{(push-pull is per pair)}}$$

$$\text{Hourly Production} = \frac{\text{LCY} \times 60 \text{ min/hr}}{\text{capacity}^*} + \frac{\text{min}}{\text{cycle time}} \times \frac{\text{efficiency factor}}{\text{(push-pull is per pair)}} = \frac{\text{LCY/hr}}{\text{(push-pull is per pair)}}$$

$$\text{Hours Required} = \frac{\text{volume to be handled}}{\text{LCY}} + \frac{\text{LCY/hr}}{\text{net hourly production}} = \text{hr}$$

* The average of the struck and heaped capacities; use total for two scrapers for push-pull.

Data Source(s):

N/A

Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 11B **PRODUCTIVITY OF DOZER PUSH-LOADED SCRAPER USE**

Earthmoving Activity:

Characterization of Scraper Used (type, capacity, etc.):

Description of Scraper Use (origin, destination, grade, haul distance, capacity, etc.):

List Pusher Tractor(s) Used:

Describe Push Tractor Loading Method (see figure on next page):

Scraper Productivity Calculations:

$$\text{Cycle Time} = \frac{\text{min}}{\text{load time}} + \frac{\text{min}}{\text{loaded trip time}} + \frac{\text{min}}{\text{maneuver and spread time}} + \frac{\text{min}}{\text{return trip time}} = \text{min}$$

$$\text{Hourly Production} = \frac{\text{LCY} \times 60 \text{ min/hr}}{\text{capacity}^*} \div \frac{\text{min}}{\text{cycle time}} \times \frac{\text{efficiency factor}}{\text{min}} = \text{LCY/hr}$$

$$\text{Hours Required} = \frac{\text{LCY}}{\text{volume to be handled}} \div \frac{\text{LCY/hr}}{\text{hourly production}} = \text{hr}$$

* Use the average of the struck and heaped capacities.

Push Tractor Productivity Calculations:

$$\text{Pusher Cycle Time} = \frac{\text{min}}{\text{scraper load time}} \times \frac{\text{min}}{\text{pusher factor}} = \text{min}$$

$$\text{Scrapers/Pusher} = \frac{\text{min}}{\text{scraper cycle time}} \div \frac{\text{min}}{\text{pusher cycle time}} = \text{scrapers}$$

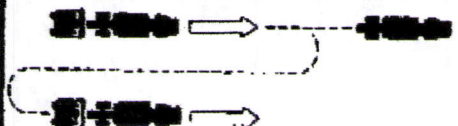
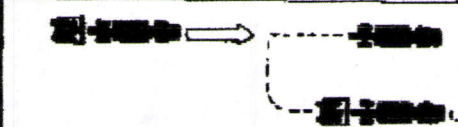
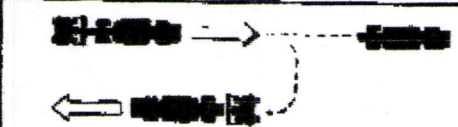
$$\text{Pusher Hours Required} = \frac{\text{hr}}{\text{scraper hours}} \div \frac{\text{scrapers per pusher}}{\text{(round up)}} = \text{hr}$$

Data Source(s):

N/A

 Project: _____
 Date: _____
 Prepared by: _____

WORKSHEET 11B (continued)
PRODUCTIVITY OF DOZER PUSH-LOADED SCRAPER USE

| PUSHER FACTORS | Single Push | Tandem Push |
|------------------------------------------------------------------------------------------------------------|-------------|-------------|
|  A. Back Track Loading | 1.5 | 2.0 |
|  B. Chain Loading | 1.3 | 1.5 |
|  C. Shuttle Loading | 1.3 | 1.5 |

Modified from Terex, 1981.

The following disclaimer pertains to the above illustration from Terex, "Production and Cost Estimating of Material Movement and Earthmoving Equipment."

This manual is a fundamental text on estimating the production and cost of moving materials. It is intended for people associated with the construction industry who prepare job estimates or who evaluate the performance of earthmoving equipment and related costs.

The manual can be used as a supplementary text in those schools and colleges offering formal training in earthmoving techniques. A metric version of this manual is also available.

It will also serve as a reference for those professional consulting engineers who prepare complete job analyses, of which the earthmoving fundamentals covered in this text are only one element.

Estimating the production and costs of earthmoving equipment is not an exact science. While this manual outlines the basic factors or parameters on which estimates can be made, the user must make judgments, and must apply his own experience and know-how to temper the estimate.

This manual, prepared by TEREX, deals with rubber-tired and track-laying equipment, and does not attempt to deal with other forms of earthmoving or production. While the formulas and other guides in this manual are entirely satisfactory for most earthmoving jobs, the reader should note that more sophisticated haulage analyses can be quickly accomplished through the use of a computer.

While efforts have been made to utilize percentages, formulas, and other notations in this manual which reflect actual on-the-job conditions, none of the statements in this manual, or the illustrative figures given for machine life, or the costs for owning and operating earthmoving equipment, or the production of such earthmoving equipment should be construed as any form of guarantee that these machines will have any such specific service life, or production capabilities, or that costs related to their ownership and operation will be as indicated.

Data Source(s): TEREX AMERICAS, Tulsa, OK 74107, (918) 445-5802.

Project: Miller Rock Mine
 Date: 2/9/10
 Prepared by: Sinbad / JDW

WORKSHEET 12
PRODUCTIVITY AND HOURS REQUIRED FOR MOTORGRADER USE

Earthmoving Activity:

Characterization of Grader Used (type, size capacity, etc.):

Description of Grader Route (push distance, grade, effective blade width, operating speed, etc.):

Productivity Calculations:

Grading

$$\text{Hourly Production} = \frac{2 \text{ mph}}{\text{average speed}} \text{ mi/hr} \times \frac{12 \text{ Ft wide}}{\text{effective blade width}} \text{ ft} \times 5,280 \text{ ft/mi} \times 1 \text{ ac/43,560 ft}^2$$

$$\times \frac{\quad}{\text{efficiency factor}} = \quad \text{ac/hr}$$

$$\text{Hours Required} = \frac{3}{\text{area to be graded}} \text{ ac} + \frac{.38}{\text{hourly production}} \text{ ac/hr} = 8 \text{ hr}$$

Scarification

$$\text{Hourly Production} = \frac{\quad}{\text{average speed}} \text{ mi/hr} \times \frac{\quad}{\text{scarifier width}} \text{ ft} \times 5,280 \text{ ft/mi} \times 1 \text{ ac/43,560 ft}^2$$

$$\times \frac{\quad}{\text{efficiency factor}} = \quad \text{ac/hr}$$

$$\text{Hours Required} = \frac{\quad}{\text{area to be scarified}} \text{ ac} + \frac{\quad}{\text{hourly production}} \text{ ac/hr} = \quad \text{hr}$$

Total Hours Required

$$\text{Total Hours} = \frac{8}{\text{grading hours required}} + \frac{0}{\text{scarification hours required}} = 8 \text{ hr}$$

Data Source(s):

Posted experience

Project: Miller Rock Mine
 Date: 2/6/10
 Prepared by: Sinbad / JDS

WORKSHEET 13
SUMMARY CALCULATION OF EARTHMOVING COSTS

| Equipment * | Ownership & Operation Cost (\$/hr) | Labor Cost (\$/hr) | Total Hours Required ** | Total Cost *** (\$) |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------|--------------------|-------------------------|---------------------|
| D7 G. Cat Dozer | \$60 ⁰⁰ | \$40 ⁰⁰ | | |
| LS 2700 Linkbelt excavator | \$65 ⁰⁰ | \$45 ⁰⁰ | | |
| 772 BH Grader | \$40 ⁰⁰ | \$40 ⁰⁰ | | |
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| Grand Total | | | | |
| * Include all necessary attachments and accessories for each item of equipment. Also, add support equipment such as water wagons and graders to match total project time as appropriate. ** Account for multiple units in truck and/or scraper teams. *** To compute Total Cost: Add Ownership & Operation Cost and Labor Cost columns then multiply by Total Hours Required column. | | | | |

Data Source(s):

Project: Miller Rock Mine
 Date: 2/9/10
 Prepared by: Symon / JDW

WORKSHEET 14 REVEGETATION COSTS

Name and Description of Area To Be Revegetated:

Brett Clark, Miller Canyon Mine

Description of Revegetation Activities:

smooth and broadcast
seed on approx 3 acre of Disturbed Area

Cost Calculation for Individual Revegetation Activities:

Initial Seeding

$$\frac{3}{\text{area to be seeded}} \text{ ac} \times \left(\$ \frac{750^{00}}{\text{seedbed preparation}} / \text{ac} + \$ \frac{280^{00}}{\text{seeding, fertilizing \& mulching}} / \text{ac} \right) = \$ \frac{1030^{00}}$$

Planting Trees and Shrubs

$$\frac{\quad}{\text{area to be planted}} \text{ ac} \times \left(\$ \frac{\quad}{\text{planting}} / \text{ac} + \$ \frac{\quad}{\text{herbicide treatment}} / \text{ac} \right) = \$ \frac{\quad}{\quad}$$

Reseeding

$$\frac{\quad}{\text{area to be seeded \& unleased disturbed areas}} \text{ ac} \times \frac{\quad}{\text{failure rate}^*} \times \left(\$ \frac{\quad}{\text{seedbed preparation}} / \text{ac} + \$ \frac{\quad}{\text{seeding, fertilizing \& mulching}} / \text{ac} \right) = \$ \frac{\quad}{\quad}$$

Replanting Trees and Shrubs

$$\frac{\quad}{\text{area to be planted \& unleased disturbed areas}} \text{ ac} \times \frac{\quad}{\text{failure rate}^*} \times \left(\$ \frac{\quad}{\text{planting}} / \text{ac} + \$ \frac{\quad}{\text{herbicide treatment}} / \text{ac} \right) = \$ \frac{\quad}{\quad}$$

Other Necessary Revegetation Activities

(Examples of other activities that may be necessary include soil sampling, irrigation, and fill and gully repair. Describe each activity and provide a cost estimate with documentation. Use additional worksheets if necessary.)

Other Costs = \$ 0

TOTAL REVEGETATION COST = \$ 1030⁰⁰

* Identify failure rate and basis. If anticipated failure rates vary within the area proposed for disturbance, use a separate worksheet for the area subject to each failure rate.

Data Source(s):

Project: _____
Date: _____
Prepared by: _____

WORKSHEET 15
OTHER RECLAMATION ACTIVITY COSTS

(Subsidence damage repair costs, water supply replacement costs, funds required to support long-term treatment of unanticipated acid or ferruginous mine drainage, etc.)

Description of Reclamation, Repair or Pollution Abatement Activity:

Assumptions:

N/A

Cost Estimate Calculations:

TOTAL COSTS = \$ _____

Other Documentation or Notes:

(Include additional sheets, maps, calculations, etc., as necessary to document estimate.)

Data Source(s):